

THE PROVINCE OF ALBERTAGAS RESOURCES PRESERVATION ACTENERGY RESOURCES CONSERVATION BOARD

IN THE MATTER of a permit to
Brymore Energy Ltd.
authorizing the removal of gas
from the Province

PERMIT NO. GR 86-86

WHEREAS the Energy Resources Conservation Board is of the opinion that the granting of the application by Brymore Energy Ltd. for the removal of gas from the Province is in the public interest, and the Minister of Energy has given his approval hereto attached.

THEREFORE, the Energy Resources Conservation Board, pursuant to the Gas Resources Preservation Act, being chapter G-3.1 of the Statutes of Alberta, 1984, hereby orders as follows:

1. The application of Brymore Energy Ltd. (hereinafter called "the Permittee") for removal of gas from the Province, is approved, subject to the terms and conditions herein contained.
2. Gas shall be removed from the Province pursuant to this permit in accordance with Application No. 861194 from the Permittee to the Board dated 6 October 1986.
3. This permit shall be operative for a term ending 31 October 1987.
4. The quantity of gas that may be removed from the Province pursuant to this permit shall not exceed 300 000 000 cubic metres.
5. The Permittee shall remove or cause to be removed only such gas as is transported on behalf of the Permittee through Section 9 of Township 20, Range 1, West of the 4th Meridian, for delivery from the facilities of NOVA, AN ALBERTA CORPORATION to the pipelines of TransCanada PipeLines Limited.

6. (1) All gas removed from the Province pursuant to this permit shall be measured by or on behalf of the Permittee by meters approved by the Board.

(2) The relative density, higher heating value and volume of all gas received by the Permittee through the facilities referred to in clause 5 shall be measured and reported in a manner approved by the Board, by or on behalf of the Permittee, at or near the points at which gas is delivered by the said facilities.

7. All quantities of gas for the purpose of this permit shall be referred to a 101.325 kilopascal pressure base and a 15° Celsius temperature base.

8. The Permittee shall supply gas from the pipeline of NOVA, AN ALBERTA CORPORATION at a reasonable price to any community or consumer within the Province, or to any public utility requiring gas for such community or consumer that is willing to take delivery of gas at a point on the pipeline transmitting the gas, and that, in the opinion of the Board, can reasonably be so supplied by the Permittee.

9. If any community, consumer or public utility is willing to take delivery of gas pursuant to clause 8 and agreement on the price to be paid for the gas cannot be reached, the price to be paid shall be determined by the Public Utilities Board on the application of an interested party, and the part of the price attributable to transportation shall be based on the assumption that the gas has been supplied from the capable source or sources available to the Permittee nearest to the point of delivery.

10. (1) Attached hereto as Appendix A to this permit is the Ministerial Approval of the Minister of Energy authorizing the granting of this permit.

(2) This permit is subject to the terms and conditions prescribed by the order of the Minister of Energy set out in Appendix A.

MADE at the City of Calgary, in the Province of Alberta, this 10th day of November, 1986.

ENERGY RESOURCES CONSERVATION BOARD

N. A. Strom
Board Member

APPENDIX A TO PERMIT NO. GR 86-86

GAS RESOURCES PRESERVATION ACT

DEPARTMENT OF ENERGY

Ministerial Approval

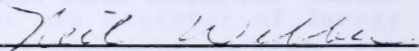
Edmonton, Alberta

October 31, 1986

I, NEIL WEBBER, Minister of Energy for the Province of Alberta, pursuant to section 6 of the Gas Resources Preservation Act, approve Permit No. GR 86-86 to be granted by the Energy Resources Conservation Board to Brymore Energy Limited, subject to the following terms and conditions:

- (1) Gas shall not be removed from Alberta pursuant to the Permit on or after July 1, 1987 unless before that date the Minister of Energy has given written notice to the Energy Resources Conservation Board that the Minister of Energy is satisfied that reviews of the surplus tests to be conducted respectively by the National Energy Board and the Energy Resources Conservation Board have resulted or will result in significantly freer access to export markets for Alberta-produced gas, thus contributing to the achievement of the market-oriented pricing system contemplated in the Agreement among the Governments of Canada, Alberta, British Columbia and Saskatchewan on Natural Gas Markets and Prices dated October 31, 1985.
- (2) Gas shall not be removed from Alberta pursuant to the Permit for sale and delivery outside Alberta under contractual arrangements different from those described in the information filed by the Permittee with the Department of Energy in connection with obtaining this approval, except with the consent of the Minister of Energy or of an employee of the Department authorized by the Minister to give that consent.

- (3) Gas shall not be removed from Alberta pursuant to the Permit for sale and delivery to a corporation carrying on business as a distributor of gas in Canada (hereinafter called "the distributor") if the distributor, under each gas sales contract in effect on October 31, 1985 and under which the distributor is the buyer, takes delivery, on a daily basis, of less than
- (a) the maximum daily volumes of gas provided for under the contract, as that maximum stood under the contract on October 31, 1985, or
 - (b) such lesser maximum daily volumes consented to by the Minister of Energy or an employee of the Department authorized by the Minister of Energy to give that consent.
- (4) Gas shall not be removed from Alberta pursuant to the Permit if deliveries into the pipeline system by which the gas is to be so removed do not commence within the 90-day period following the date of issue of the Permit.
- (5) Gas shall not be removed from Alberta pursuant to the Permit for sale and delivery to a person who consumes the gas within Canada if the gas must be transported by a pipeline under provincial jurisdiction and contract carriage is not available in respect of the transportation of the gas by that pipeline. For the purposes of this paragraph, contract carriage is available in respect of the transportation of gas by a pipeline under jurisdiction of a province if the Minister of Energy is satisfied that, under the law of the province, the owner of the gas has the option of having his gas delivered by the pipeline either by agreement with the pipeline operator or under an order of the appropriate regulatory agency of the province, subject to the pipeline having sufficient capacity to transport the gas.



MINISTER OF ENERGY

